

EXHIBIT AI

1 UNITED STATES DISTRICT COURT
2 SOUTHERN DISTRICT OF NEW YORK
-----x

3 UNITED STATES OF AMERICA,

4 v.

09 CR 213 (DC)

5 BERNARD L. MADOFF,

6 Defendant.
-----x

7
8 New York, N.Y.
9 March 12, 2009
10 10:00 a.m.

11 Before:

12 HON. DENNY CHIN,
13 District Judge

14 APPEARANCES

15 LEV L. DASSIN
United States Attorney for the
16 Southern District of New York
MARC O. LITT
17 LISA BARONI
Assistant United States Attorneys

18 DICKSTEIN SHAPIRO LLP
Attorneys for Defendant
19 BY: IRA LEE SORKIN
DANIEL J. HORWITZ
20 NICOLE P. DE BELLO
21 MAURO M. WOLFE

22 ALSO PRESENT: STEVEN GARFINKEL, FBI
KEITH KELLY, FBI
23 JULIA SCHULTE HANISH, USDOJ, FBI
THEODORE V. CACIOPPI, FBI
24
25

1 advisory business to the London bank account of Madoff
2 Securities International Limited, a United Kingdom corporation
3 that was an affiliate of my business in New York. Madoff
4 Securities International Limited was principally engaged in
5 proprietary trading and was a legitimate, honestly run and
6 operated business. Nevertheless, to support my false statement
7 that I purchased and sold securities for my investment advisory
8 clients in European markets, I caused money from the bank
9 account of my fraudulent advisory business, located here in
10 Manhattan, to be wire transferred to the London bank account of
11 Madoff Securities International Limited.

12 There were also times in recent years when I had
13 money, which had originated in the New York Chase Manhattan
14 bank account of my investment advisory business, transferred
15 from the London bank account of Madoff Securities International
16 Limited to the Bank of New York operating bank account of my
17 firm's legitimate proprietary and market making business. That
18 Bank of New York account was located in New York. I did this
19 as a way of ensuring that the expenses associated with the
20 operation of the fraudulent investment advisory business would
21 not be paid from the operations of the legitimate proprietary
22 trading and market making businesses.

23 In connection with the purported trades, I caused the
24 fraudulent investment advisory side of my business to charge
25 the investment advisory clients four cents per share as a

I (We) hereby certify that the foregoing
is a true and accurate transcript, to the best
of my (our) skill and ability, from my (our)
stenographic notes of this proceeding.

Leven Greenbaum

Official Court Reporter
U.S. District Court